R. 7
162-96

G. R. S. IX-5]

Previous references.

File No. 4-9

191

Serial Nos. 9-17

(Railways)

Later references.

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 9 17

Major ~~Part~~ B for November 1903.

SUBJECT.

Inspection report on the Agricultural Bank at French rocks.

W D 58—GPB—50,000—24-7-16

Indexed KR

R. 7. 162 9/5-97

OFFICE OF THE DEWAN OF MYSORE,

(Revenue and General Departments).

(Full Office Note.)

Subject.

Agricultural Bank
at French Rocks.

Letter No 352 of 7th April 1903
from the Inspector of Agl. Banks

Note.

Under the orders of
Govt. Proc No $\frac{3071-74}{R3162\,92}$ of 21-9-97,
a loan of Rs 30000 was
advanced to the Agricultural
Bank at French Rocks
repayable in 15 years at
the annual instalments
of Rs 2000 (each) commencing from
1899-00. The members of the
Bank pray for temporary
reduction of the annual
instalment from Rs 2000 to
Rs 1500 on the ground that they
suffered loss from unseasonable
rains and repeated visitations
of the Plague

1. Statement of case in narrative form in regular sequence of subject matter or date.
2. Opinions to be stated only as supported by precedents, or general rules which should always be quoted.
3. Serial numbers in file, &c., to be always stated.
4. Dates of important documents referred should be given.
5. Write on both sides, leaving the same side as margin.

‡ 1. No. and date of cover or paper.
2. Catch words to show nature of subject.
3. Subject to be in red and body of note in black ink.

The Inspector of Stgl. Banks
in a report that the police
recommended for temporarily by the
Mussulmans might be granted
and suggests that the Loans
payable in Sonakhgha - Banks
for the years 1902-3, 1903-4, 1904-5
and 1905-6 be fixed at Rs 15000
instead of at Rs 20000 the total
number of instalments
allowed for the Bank being
thereby increased from 15 to 16

The Inspector reports that
the Sub. Dy officer, French Rocks
stated that the temporary
reduction recommended
by him might be sanctioned,
as the President and Stgl.
have fully paid up the
instalments due up to the
end of 1901-2 and undertakes
to pay up the amount due
for 1902-3 (Rs 1500) before the
end of June next and that
the Mussulmans Engine Dr.
has no objection to the above
modification

Submitted to the Secretary
for orders
29/4. If such modifications

be allowed in the case of
one bank when applications
of the kind will have to
be granted

30/4/03

Say that the terms are liberal
enough already & Govt is
not disposed to grant
further Concessions ~~draft to~~ ~~attach~~

3/5/03

Draft submitted for approval

8/5/03

The Dewan
through the
Hon Councillor

9/5/03

R° 10/5/03
6.15 Pm.
Camp Coty
1148

Coty 10268
12.5.03

Memo at reference should be attached to the instructions issued on the 3rd April 1894

1874/98

Draft subd.
16/4.

1874/98

189

From

The Offg. Dy. Commr.,
Bangalore District,

To

The Secretary to the Govt. of Mysore,
Rev. and Gen. Depts.

Dated 11 4 98

Despatched

Received

General No. Circ. No. 338
No.

Enclosure No.

Subj. the letter No. 314/96 of the 3rd April 1898 from the Inspector of Agl. Banks in Bangalore relating to the inspection of Agl Banks at Bangalore Rocks

---

References to be marked.

Submitted for orders

Secretary

15/4

15/4/98

Record memo not observed but noted at reference to repeat instructions

SECRETARIAT MYSORE
Gen. 30]

Dept No. 2106/11.4.98

From

The Inspector of Agriculture
Banks in Mysore

To

The Secretary to the Govt. of Mysore,
Genl. and Rev. Depts.
thro' the Deputy Commissioner, Mysore

Dated 7th April 1898
Despatched 8th do
Received
General No. 347
No.
Enclosure No. 2

In reply to

SUBJECT.

Submitting a memo on the inspection of the Agricultural Bank at Tonel Lockey Srirangapatam Taluk.

References (to be entered only in the Dewan's Office).

Cm No. 338
Submitted
W.H. Hammersley
11.4.98 Hg Dep Commr

Acd 14/4/98

Office of the Inspector of Agricultural Banks in Mysore

Dated, Bangalore, 4th/7th April 1898

From

The Inspector of Agricultural Banks in Mysore

To

The Secretary to the Government of Mysore General and Revenue Department Bangalore

Thro the Deputy Commissioner, Mysore District

Sir

I have the honor to submit a memo on the working of the Agricultural Bank at Kenchi Rocks, inspected by me on the 14th and 15th ultimo

I have the honor to be
Sir,
Your most obedient servant

Inspector of Agricultural Banks in Mysore

Memo of Inspection of the Agricultural Bank at Fouel Rocks made by the Inspector of Agricultural Banks in Imposed on the 14th and 15th March 1898

—:0:—

This Bank to which Government have in their Proceedings No. 3071-74 (6) / R.J. 187-96, dated the 21st September 1897 Sanctioned an advance of Rs. 30000 is located in the house of Srikantiah the President of the Bank, premises No. 562 at Byrasetty halli.

2. Out of the 30 members who started the Bank 2 have since died and 2 resigned, while 33 persons have been newly admitted. The total number of members on the roll is thus 59, of whom

the

× part of French Rock town

11/2/98

the marginally noted 3 persons are neither the land-holders in any of the Registered villages of the Bank, nor permanent residents therein They are therefore ineligible for admission as members.

Naranappa
Nanjundiah
Narasimhachar

} These are officials in the French Rocks Sub Division and Taluk Offices.

Their names could be removed from the list of members

11/12/69

3. The Registers were examined and a few discrepancies therein noticed were pointed out to the Agent for rectification

4. The Cash transactions of the Bank up to date of Inspection are shewn in the accompanying Balance Sheet from which it will be seen that the members have confined their transactions mainly to the loans under Class I.

5. Inconsistency para 42 of the Articles of Association

which provides that no member be indebted to the Bank in a larger sum than Rs 2000 including loans granted to himself and to other members on his security, two of the members have caused their liability to the Bank to exceed the above limit as per details given on the margin. They have, however, given sufficient security for the loans taken by them. But this procedure not being warranted under the articles of Association, the Bank authorities have been directed to submit for sanction of Government, an application for raising the limit prescribed in the above said para 42, as otherwise their properties would not have been freed from

Name of Members	Drawn for his own name	Drawn for his own use on security of another	Stands security for another	Total liability
Sitaramayya	1000	500	600	2,100
Subramanya	1000	600	500	2,100
Dongappa	1000	1000	1000	3,000
Siddegowda	1000	1000	1000	3,000
Srikantsastry	1000	1000	1000	3,000
Annajiraya	1000	1000	1000	3,000

previous encumbrances

6. The Dankasts presented for loans by members were not placed regularly before the Board and passed. — Necessary instructions in the matter have been given to the Directors, and the required Dankast forms supplied for future use.

7. Members Venkata Subba Sastri and Krishnappa had applied the loans taken from the Bank not for redeeming the properties from previous encumbrances as was originally intended, but for paying debts on promissory notes. The Directors were informed that they should either get back the amounts or see that the lands are released

released from the ~~former~~ liabilities.

8. Manavaliah, one of the members having used Rs400 borrowed from the Bank for other than agricultural improvements, the amount was recovered from him

9. Discharged bonds from the marginally noted members for the sums noted against them had not been obtained. These together with those already secured and the necessary title and Sale deeds were ordered to be lodged in the Public Treasury at an early date in accordance with the Government orders on the subject.

rda Rs. 2000/-
Sastri Rs. 400/-
na Rao- 60/-

10. The attention of the members was drawn to para 10 of the Government Proceedings No $\frac{6916-19}{RJ.117.95}$ dated 1st February 1897,

and the members were told

that they should try and

save as much as possible and

deposit the same in the Bank.

H. Simpson

Inspector of Agricultural

Gul Banks in Mysore.

Page 4

Balance Sheet of the

Taluk brought up

Capital and Liabilities					Amount		
I. Loans	Amount obtained from Govt Treasury	2565	"	"			
	do — do — from Depositors		"	"	2565		
II. Reserve fund	Amount set aside from Profit						
III. Recoveries towards principle	Amount recovered from Members towards principle	740			740		
IV Interest	Recovered from Members upto						
	half-year ending 31st December 1897	144	12	"			
	do — do — upto 15th March 98	157	3	9	301	15	9
V. Miscellaneous	Entrance fee	31	8	"			
	Other items		6	-	31	14	"
	Total				26723	13	9

Profit and

By			
Interest paid to Government	104	8	"
Establishment and Miscellaneous Charges	101	4	8
Profit	128	1	1
	333	13	9

Office of the Inspector of Agricultural Banks in Mysore

Dated Bangalore, 4th April 1898

7th

Cheh Rocks Agricultural Bank, Seringapatam

15th March 1898

	Property and Assets				Amount		
I Debts owing to the Bank	Loans of Class I On the Security of Immovable P. N. L.	26,080	"	"			
	Class II. on pron Pro-notes.	300	"	"			
	Class IV. On Imbadla on hand loans	100	"	"	26,480	"	
II Reserve fund	Amount set aside from Profits						
III Cash in hand	Cash in hand	38					
And investments	do - in Savings Bank & Govt Treasury				38		
IV Interest	To Government upto half year ending 31st December 1897.	104	8	"			
	do do - upto 18th March 1898.	"	"	"	104	8	"
V Establishment	Establishment	43	3	10			
And other Charges	Contingencies	38	"	6			
	Miscellaneous	20	"	4	101	4	8
	Total				26,723	13	9
Loss account							
Do							
Interest received from members					301	15	9
Miscellaneous receipts					31	14	"
					333	13	9

H. Chrispin

Inspector of Agricultural Banks in Mysore.

1116

11

Draft as per orders

Read:-

(8)

Letter No. 347, dy 4th April 1898, from the Inspector of Agri-cultural Banks in Mysore, (received through the Dy Commr, Mysore Dt, with his O. M No. 338 dy 11th April 1898) submitting a Memo of inspection of the Agricultural Bank at French Rocks, made by him on the 14th and 15th March 1898.

Order thereon:-

Recorded with the observation that the defects pointed out by the Inspector in his Memo should be rectified at once and that special importance should be attached to the instructions conveyed in para 10 of Govt Pro: No. 6916-19 R.J-117-95 dated 1st February 1897 requiring members of Agl: Banks to endeavour to place themselves in a position to defend upon their own resources

16/4/98

for Secretary

To

The Inspector of Agricultural Banks in Mysore.

To the Dy Comr, Mysore District.

15 KP 1
6-9-

No. R 3980
1902

From H Ramanuja Ayyangar Esquire
Deputy Commissioner
Mysore District

To H V. Nanjundayya Esquire M.A. this
The Secretary to the Government
of Mysore, General and Revenue
Departments

Dated
Despatched
Received
} 7th April 1902

General No. 830
No.

Enclosure No. 1

I have the honor to submit herewith the Report on the inspection of the Agricultural Bank at French Rocks, made by Mr P. Srinivasa Rao, Extra Assistant Commissioner together with marginal remarks of the undersigned

H Ramanuja Ayyangar
Officiating Deputy Commissioner
& Mysore District

R
1046

MGCPB—3-3-01—50 reams.

(illegible) 15/4

Submitted to Mr Secy for orders. [illegible] Succeeded to the duties of this office

17/4. 17/4/02

19/4/02 This bank has been doing well as far as its scope extends. The report may be recorded after being sent to Inspr for perusal.

Submitted to 2nd Councillor

18/4

Recd. 8-4-02.

I have (illegible) I cannot see any reason to differ from the opinion expressed in the first para. The Inspector's remarks in the 2nd para with regard to the grant of remission may be submitted to Govt with those of the Dy Commr

19/4/02

Please see Mr's order

21/4/02

GL Records

Please put up
R.T 162 of 96 re
Estb of an April:
Bank at French
Rocks
HS
11/4/02
12

R T 162 of 96
Put up.
12/4/02

92.3, 12/4/02

Report on inspection of the Agricultural Bank at French Rocks in the French Rocks Sub-Taluk

1. Date of present Inspection.

3rd March 1902

2. Whether there is a duly registered suitable bank office where members and depositors could call and have their business attended to; and if there had been any change in the office since last inspection, why necessitated and whether duly registered.

Yes, No change since last inspection, viz 16th December 1899

Whether any dates and hours are fixed for transaction of business, whether business is regularly transacted at those dates and hours; if no appointment is thus made, what arrangements exist for the due transaction of business when members and depositors call; and on how many days in a month is business done.

No appointment of dates or hours. The paid accountant of the Bank is in attendance at the office daily between the hours 2 and 5 P.M. The President also visits during these hours. The agent visits once a week ordinarily and oftener, whenever there is business to be done and he is sent for. The agent lives in a village about a mile away from the Bank Office. It is found from an examination.

examination of the Cash Book that in the month of February last, business was done on 16 days.

5. Whether the bank's registers, accounts, title-deeds, documents, cash balance and other property are kept in the bank premises in the custody of the President and Agent; and if any of them are not so kept, where and how they are kept, under what authority and upon whose responsibility.

Yes, the custody of the President, who has the key with him

6. Whether the villages to which the members belong are sufficiently near (within a radius of five miles) to the Bank house, and duly registered; at what distance do the majority of members, the directors and office-bearers reside; and if business was extended to any new village whether there was proper sanction for it.

Yes, duly registered, they reside within a mile, no extension of business to any new village.

6. As regards members, whether and to what extent there has been any increase or decrease in their number since formation of the bank or last inspection; what was the decrease, if any, due to; were the new members duly qualified, duly elected, and registered; in case of members belonging to a joint Hindu family or otherwise possessing a qualified or limited status, whether there is proper representation of interests involved; whether in the practical working, the bank has gained or lost in strength, energy and usefulness since formation or last inspection.

The original No. was 30; that on the date of last inspection 53 and the present No. 53 There were 4 new admissions since last inspection and a corresponding No. of withdrawals this being due to death or departure from the place or resignations. The new members were duly qualified &c. 3 cases of

of members of a joint
Hindu family are
noticed in which the
entire property of
the family is entered
in the Property
Register. The President
is instructed to rectify
the entry so as to
show only the in-
dividual share of
the member concerned
In one case of
Gurunarappa a
loan of Class II
advanced and the
bond is executed
both by Gurunarappa
and his brother, who
is not a member
This irregularity must
be rectified by
conferring membership
on the brother in
due course The
Bank has certainly
gained in strength
since formation,
but not much since
last noticed

8. As regards credit, solvency and resources of members, whether a complete and accurate list of the lands of members is maintained: if not, how is the omission explained; to what extent have fluctuations in the number of members affected the united credit of the bank. Any notable instances of new acquisition or improvement since formation of the bank or last inspection; any notable instances of sale or other kind of transfer, relinquishment or deterioration; how these have affected the solvency and resources of the members concerned and of the Association as a whole; what guarantee, if any, has the bank obtained or the rules of the General Assembly afford against alienations and relinquishments prejudicial to the Bank's interests; compare the *net* amount of the value of property as per latest authenticated list with the amount of liabilities of the bank at date of inspection.

H has not declined

Yes, but the case of 5 members the details of property are not yet entered in the Register This would appear to be due to the property not being yet valued by the Taluk authorities. In cases of intended alienation of property by any member, he is required by a Bank Rule to obtain previous permission. Failure to do so would amount to a violation of the rule, justifying action under article 58 or 73 of the Bank Rules Registration Books are also inspected twice a year to discover cases of clandestine alienations if any. No notable instance of

The Sub-Division Officer, French rocks, has been requested to instruct the Deputy Amildar, French Rocks Sub-Taluk to proceed at once with the valuation of the property with the aid of the Panchayatdars and forward a statement of results to the Agent of the Bank.

A K Ananyan
Offg: Dy Commissr:
Nilgiris District

of acquisition or sale
Red amount of the
value of property a
per list.— Rs: 89445-...
and liabilities.— Rs: 25509-1-4

8. As regards Bank's funds, note whether the limit fixed at formation had been increased or decreased under due authority; whether the bank had in its dealings unauthorizedly exceeded the limit and if so how is this explained or proposed to be rectified. Classify the Bank's funds at date of inspection with reference to the sources from which they were derived viz:—entrance fee, contributions, loans from Government, if any, loans from others, deposits from members (1) in Cash and (2) in grain, deposits from outsiders, Debentures etc. Note whether the bank's credit is well established and sustained, or steadily growing: if otherwise to what extent such result is due to any action or omission of the bank's authorities and what other causes are likely to have contributed to it; whether the lessons of co-operation, mutual help and thrift are understood and practised, if not, inculcate them to as large a body of members and outsiders as can be gathered.

Limit not increased
or decreased. No-
exceeding the limit.
Bank's funds on this
day:—
Entrance fee — 34—8—
Loan from Government } 25140-...
Deposit from members (in Cash) } 260-8-...
Deposit from others-108-9-...
Reserve fund — 120-5-...
25663-14-10
Bank's credit steadily
growing. The members
are just beginning to
learn the lessons
of co-operation &c.

9. As regards Government loan, note whether the terms fixed for repayment are duly acted up to or there has been gross delay, dilatoriness or neglect; the amount outstanding against the bank at date of inspection; whether the loan may be continued subject to the terms allowed, for repayment or whether in your opinion it is advisable to withdraw the loan under the provisions of sections 74 & 75 of the articles of association; and state reasons for such opinion briefly and concisely.

Terms duly acted
up to. As to this
matter, this Bank
is a model of punc-
tuality. The amount
outstanding to day
is

10 As regards loans and deposits from others note the terms allowed, generally in regard to rate of interest and time for repayment; whether the sanction of the General Assembly had been obtained to the rates of interest and other essential terms; whether the obligations incurred were, in any way in excess of the bank's requirements or of what local conditions of credit, prudential considerations and the progress and well being of the Bank justified; whether the Bank authorities are alive to the importance of placing themselves in a position to discharge the obligations incurred, punctually completely and satisfactorily.

as Rs 25140. The loan can be continued

No loans from outsiders all being deposits which are repaid whenever repayment desired, the rate of interest being 4 per cent per annum interest is allowed on the minimum balance in excess of Rs 2 between the 4th and the last day of the month. Sanction of the general assembly has not been obtained to the rate of interest and the terms, the obligations incurred by the Bank are not of the nature described, the Bank's authorities are alive to it and are steadily working to attain that by act

Compared

Note the general results of the bank's cash transactions up to date of inspection in the appended form and see if the Cash Balance Sheet last submitted by the bank is correct in all particulars.

RECEIPTS.	Rs. A. P.	EXPENDITURE.	Rs. A. P.
From Treasury	33631-5-10	To Treasury Current acct. principal repaid	4692-5-10
Depositors	1209-1-4	Depositors	840-0-0
Entrance fee	34-4-0	„ Members, loan	40195-0-0
Interest and penalty	5649-10-5	„ Govt. on acct. of interest	4406-10-10
Loans repaid	14736-0-0	Depositors „	2-7-5
Other items.	3-10-11	„ Printing charges	29-9-0
		„ Establishment.	1063-1-2
		„ Contingencies.	51-8-2
		„ Other charges.	
Total.	55463-8-6	Total	55280-10-5

List of Receipts and Expenditure up to date of inspection attached.

12. As regards loans to members, note if, in addition to the restrictions and limitations prescribed in section 42 of the articles of association, the General assembly has prescribed any limit with reference to the value of the landed property held by applicants for loan or offered as security by them; whether loans have been granted to any in contravention of these rules, members of joint Hindu family being taken as representing one account; how such transgressions are explained or proposed to be rectified; had any loans been granted to other than members in need or had any deserving applicants been denied to favour particular individuals, and had such instaces produced feelings of distrust and discontent and impaired the cordiality and unanimity expected to exist among the body of members; are objects for which loans are applied for, explained with sufficient clearness in the Darkhasts; is the application and use made of loans watched by the Board of Directors or other authority; have there been any instances of non application or misuse, especially of sums obtained having been used by any member for purposes of trading or private banking or money lending.

No additional limit prescribed by the general assembly. No — object of loan clearly explained in the Darkhast. The application and use of loan watched by Directors. No case of misuse

List attached.

Note the sums obtained and used for the several purposes indicated in the appended form.

Amount obtained.	Rs.	A.	P.	Amount spent.	Rs.	A.	P.
1 to discharge encumbrances.	23884	4	0	1 For discharging encumbrances	23584	4	0
2 to „ other debts	10628	12	0	2 to discharge other debts	10394		
3 for agricultural purposes.	5682			3 For Agricultural purposes	5482		
(a) [illegible]				(a) [illegible]			
(b) [illegible]				(b) [illegible]			
(c) [illegible]				(c) [illegible]			
(d) [illegible]				(d) [illegible]			
				4 For other purposes.			
				(a) [illegible]			
				(b)			
				(c)			
				(d)			
	40195	0	0		39460	4	0

4. The difference of 500 Rs. was recovered from the loan-holder he having failed to use the sum for the purpose intended.

B. This includes a sum of Rs. 175 advanced on 28th February, for which proof of proper application is expected to be received by and by

12 As regards the Bank's transactions—Compare the Cash Book with ledgers, Receipts, chalans, Cheques, Treasury Pass Book, Contingent and establishment registers, documents etc. Is it posted up from actual transactions as they occur and in the order of their occurrence, and are entries made so clear as to be easily intelligible and traceable through the other accounts? If discrepancies and omissions due to mere oversight or ignorance are found, have them rectified in a business-like manner as far as practicable and note here such as are considered to be grave In the case of corrections, see if they are initialled by the President and Agent, and if any of the corrections are not satisfactory note briefly your objections

Compared as far as possible Duly posted up Entries clearly made No grave irregularities or omissions observed

See if disbursements were duly authorised and are supported by proper vouchers.

Disbursements duly authorised and supported by vouchers

Were the charges incurred under Establishment and contingencies real or fictitious either wholly or in part, and if real, necessary? Is the rule about members rendering gratuitous service duly respected.

Charges under Establishment and contingencies real and necessary. The rule about members rendering gratuitous service duly respected

Note date of the last entry in the Cash Book, and the cash balance on that date according to the Cash Book and as forthcoming in the bank's chest. Are instances frequent of the transgression of the limit fixed in the articles of association, for cash balance in the hands of the Board of Directors, and how are they explained? Are large sums kept in hand for any length of time without being utilized? Is the facility afforded for keeping current account with the Treasury utilised as far as possible for minimising cash balances, if not, how is the omission explained? Has there been any complaint or ground for the belief or suspicion that needlessly large balances are retained by the Agent or President ~~for surreptitious use by himself or other members of the Board~~.

Date of last entry in Cash Book.—2nd March '902, cash balance.—Rs. 182-14-1. No such instance. No large sum kept in hand without being utilized Yes No

14. As regards securities obtained, note if the mortgage deeds in favor of the Bank are in proper form executed by the proper persons and duly registered; if prior mortgages in respect of property hypothecated to the Bank had been fully discharged and the mortgage deeds (duly discharged) produced in Bank together with title deeds; in case of exceptions, when the mortgages are likely to be discharged and their amount; the proportion the loans of first class bear to the amount of property mortgaged; notable cases of undue preference if any with explanation; whether good and sufficient personal security was obtained in the case of the second and third class loans; whether in the case of simple debts repaid, documents discharged, receipts &c. obtained had been produced, and in case of notable exceptions when they are expected to be produced.

Yes. No exception. The proportion of loans of 1st class to amount of property mortgaged is 1 to 3·2. No notable case of undue preference. Sufficient security obtained in the case of 2nd class loans. No case of a 3rd class loan. Yes, receipts &c. duly produced. No case of notable exceptions

Note particulars in the appended form of loans outstanding against members at date of inspection exclusive of repayments.

1st class.	2nd class.	3rd class.	4th class.	Total.	Value of property under mortgage to Bank.
13961--	9100--	1200--	400-00	25261--	76165--

Particulars noted

15. As regards punctuality, completeness or otherwise in the payment of dues by members—note whether the rule requiring strict punctuality is borne in mind and enforced in all practicable cases, or whether there is any unhealthy tendency to evade it; how many are defaulters (1) among office-bearers and (2) among other members; the amount of instalments overdue remaining unrecovered at date of inspection, the amount of 2nd, 3rd and 4th class loans likewise overdue remaining unrecovered; causes of unduly large arrears and large number of defaulters; whether proper notice had been taken of defaults and adequate steps taken for recovery of arrears; whether renewals were granted with prudence and discrimination; whether the interest and penalty due to the bank had been fully recovered and whether the interest due to Government and to other creditors duly paid; arrears if any how explained and when expected to be paid

Yes. No unhealthy tendency to evade rule. Defaulters 3 among office bearers and 9 among members. The amount overdue and outstanding is Rs. 1203. The amount of 2nd class loan Rs. 600 and of 4th class Rs. 85. Causes explained by note on statement R. 4. Yes. Renewals granted with due

due discrimination
Interest not fully
recovered, yet the
amount still due
being R. 373-3-4, the
interest due to Govern-
ment and other creditors
duly paid; the out-
standing interest amount
expected to be recovered
in about 2 months.

15. As regards surplus—Note what this amounts to up to date of inspection, taking into account the arrears remaining unrecovered of interest and other items of income; how much of this has been realized; what amount has been carried to the Reserve Fund by resolution of the General Assembly; how the Reserve Fund is invested; how the remaining surplus is used or secured; whether any and what special charges tended to reduce the surplus; and if the Bank has other assets what they are and their value.

~~NOTE. In calculating the surplus, the arrears of interest due to Government and depositors and other charges such as establishment charges etc., if any remaining to be paid should also be taken to account.~~

The amount of
surplus on date of
inspection.— Rs 841-10-6,
of this Rs 154-13-- has
been recovered The
Reserve Fund is Rs 393-5-6
Kept in current account
deposit. The remaining
surplus is also kept
similarly Other
asset which the
Bank has are articles
of furniture worth Rs 20-4-3

16. As regards meetings of General Assembly, note whether the rules for convening these, the conduct of business therein and the recording and registering of resolutions are understood and duly given effect to; if not, explain the same to the office bearers and others present; note whether meetings had been held regularly every half year; whether any and what number of extraordinary meetings had been held since last inspection; whether notices had been duly given to members; whether members were generally taking interest in the Bank affairs or whether there was party feeling; whether special resolutions had been duly confirmed and registered; whether any resolutions were inconsistent with the articles of association or other provisions of law.

Yes, meetings
held regularly &
extraordinary meetings
members generally
taking

taking interest
hartily feeling yet,
no resolution incon-
sistent with articles
of Association

17. As regards Board of Directors, note whether and how often they meet for transaction of business; whether their resolutions are duly recorded in a book; if they do not meet, what arrangements exist for the discharge of their duties and functions and what record exists of their proceedings; whether any and which of them have been taking special interest in and working with zeal for the progress of the institution.

They meet whenever
they have business
to transact in the
way of dealing with
applications &c.
Resolutions recorded
in a book All the
Director generally
taking interest, the
most prominent
among them being
Mr Venkatdasappa.

18. As regards supervision, whether any and what arrangements the general assembly had made for control and audit, are they effective and satisfactory.

The General
Assembly have appointed
3 Auditors, who check
and audit accounts.
Satisfactory

egards registers and accounts, see appen-
ę therein which of them is kept and how.

egister of members
„ of applications for loan
ash book
edger
linute book
egister of balance sheets
roperty Register
Register of monthly cash abstract
Register of bonds
Receipts by Bank ~~to~~ members
XI. Depositors' Ledger
XII. Treasury pass book
XIII. Chalan book
XIV. Cheque book
XV. Receipts by members to Bank
XVI. Register of Directors
XVII. Register of Directors' Proceedings
XVIII. Register of ~~applications~~ of loans
XIX. „ of Contingent expenses
XX. „ of disbursement of pay to Establishment
XXI. „ of From letters
XXII. „ of To letters
XXIII. Visitors' book
~~XXIV. File of rules and orders~~

The follow
Registers are

I Register of members
II of application for loan
III Cash Book
IV Ledger
V Register of balance sheet.
VII Property Register
VIII Register of monthly cash abstract
IX Register of bonds
X Receipts by Bank to members.
XI Depositors' ledger
XII Treasury pass book (this was not produced for inspection. It is stated to be in the Treasury where it was taken for reference)
XIII. Chalan book
XIV Cheque book
XV Receipts by members to Bank.
XVI Register of Directors.
XVII Register of Directors' Proceedings
XIX Register of Contingent expenses
XX Register of disbursement of pay to Establishment
XXI Register of From letters
XXII Register of To letters
XXIII Visitors' book

21. General remarks regarding the state of the Bank.

Bank in a good condition

P. Inman Asst
Assistant Comm.
French Rocks

18th March 1902
French Rocks

15169

No. R 4839-A. 26/4/02
R. 762-96 26.

Rev. Ag. Co-op. Banks 26

(10)

Read:-

Letter No. 830 of 7th April 1902 from the Dy. Commr. Mysore Dt. submitting with reference to Govt. Procs. No. R 2558-66 of 10th Decr/01, a report on the inspection of the Agricultural Bank at French Rocks made by Mr. P. Srinivasa Rao retired Asst. Commr.

Order thereon

Recorded with the remark that this bank has been doing well so far as its scope extends.

Govt. direct that the Dy. Commr. should send such reports in the first instance to the Inspecting Agl. Banks & then with his remarks submit those remarks to them to Govt. with their own observations.

Pass a sh. order
[illegible]
[illegible] 23/4/02

[illegible] 23/4/02

for [illegible]

To the Dy. Commr. Mysore [illegible]

27

Draft [illegible]

(H)

Read again

Genl Spec No R2558-66 of 10th December 1907 passing orders regarding the collection & compilation of statistics relating to, and the inspection of Agricultural Banks & directing that such reports of the inspection made by the Officers of the Bank be sent to the Registrar of Banks, remarks thereon written & forwarded to the Inspector of Agricultural Banks for date of inspection

Section [illegible]
No 4-96
Serial No 15

24840-8 926/4/12
R.7162-96 26

order thereon.
In Modification of
~~order directed that~~
the order conveyed in the above,
the Officers are requested to send the
~~Local Bank~~ reports
in the first instance
to the Inspector of
Agricultural Banks
for remarks & thence
~~to the Registrar~~
~~& remarks~~
& send them up to for

Remarks Botanist
together
Please to grow with
these two observations

24/4
23/4/02

24/4/02

Fri. Jan 17/Mar. 7 Oct. Nov
Dec. 7 Sept Back.

29

12

189 R 3485

12 1903

From The Inspector of Agricultural Banks

To H. V. Nanjundayya Esquire B. A. B.L.,
~~The~~ Secretary to Govt. of Mysore.
Gen^l of Revenue Dept.^t
Bangalore.

Dated 7th April 1903

Despatched do

Received

General No. 352
No.

Enclosure No. Nil

In reply to

SUBJECT.

Recommending the temporary reduction of the amount of instalments fixed in respect of the French Rocks Agricultural Bank from Rs. 2000 to Rs. 1500 and increasing thereby the total number of instalments allowed for the Bank from 16 to 16

Reference (to be entered only in the Dewan's Office.)

Office of the Inspector of Agricultural Banks in Mysore

Bangalore 7th April [redacted]03.

No 352.

From

B. Ramaswami Aiyangar

Inspector of Agricultural Banks in Mysore

To

H. V. Nanjundayya, Esquire M.A., B.L.

Secretary to the Government of H.H. the Maharaja

of Mysore, General and Revenue Departments

Bangalore

Sir

With reference to the Proceedings of Government No. R.2067-76 R.F.38-1900 dated 10th November 1902 passing orders on the proposals for repayment of loans granted to Agricultural Banks, I have the honor to submit for the consideration and orders of Government the prayer of the Members of the French Rocks Agricultural Bank for temporary reduction of the amount of instalments fixed in respect of that Bank from Rs. 2000/- to Rs. 1500/- on the ground that they suffered some loss from unseasonable rains and repeated visitations of the Plague.

2. I was of opinion that the moderate relief asked for temporarily might be granted and suggested that the sums payable to Government by the Bank for the years 1902-03, 1903-04, 1904-05 and 1905-06 be fixed at Rs. 1,500 instead of at Rs. 2,000, the total number of instalments allowed for the Bank being thereby increased from 15 to 16.

3. The Sub Division Officer, French Rocks, states that the temporary reduction recommended by him may be favorably considered, and adds that the President and Agent have fully paid up the instalments due up to the End of 1901-02 and undertaken to pay up

Upthe amount due for 1902-03 (Rs. 1550) before the 2nd
of June next. The Deputy Commissioner Tanjore District
states that he has no objection to the above modification.

I have the honor to be.
Sir
Your most obedient Servant

Ramachandra Ayyar
Inspector of Agricultural Banks
in Tanjore

32 Peru

Letter No 352 D
of 6th August 1903 from the
Inspector of Natl Banks
recommending the
temporary reduction
of the amount of
investment required
in respect of the
Agricultural Bank
of Peru de Ranko
from £2000 to £1570
and recommending that
the total number of
institutions to attend
for the Bank of Peru
be 16.

Section 1
File No 4
Serial No 1

D 1
No. R4267-9
R.F. 162-26-7

21. 5. 03
22

Order thereon
Call for a return
the transactions already
granted under the
provisions of the Bank
Agricultural Company
and what dividends
have been declared
by grant for the

Concessions

17/5/03

6/5/03

01774

13.V.03

Acc dacs y rg/Bancks
in dacs
Mcmm dacs
confidencia de Gral

Rec'd copy
19/5/03

1903

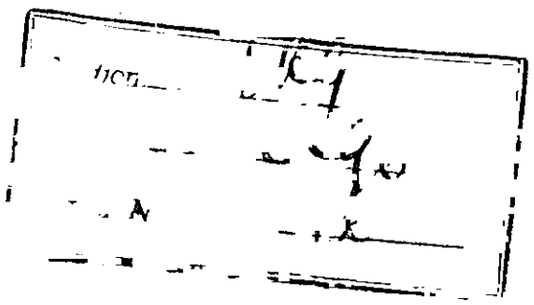
R 1182

From

M Mantaray Esq. B.A.
Dy Commissioner
Mysore District

To

H. V. Nanjundayya Esq
M.A. M.L.
Secy to the Govt of Mysore
Ed & Rev departts



Dated 14
Despatched October 1903
Received
General No. 200
No.

Enclosure No One report & 6 returns.

Submitting report on inspection of the Agricultural Bank at Kenchanahalli made by the Sub Dy Collector on the 25th August 1903

No 2003/1903

Mysore Dy Comrs Office
Dated 14 October 1903.

To

N. V. Narayanadayya Esq: B.A, B.L.
Secretary to the Govt of
Mysore
General & Revenue Depts.

Sir

I have the honor to submit herewith the report relating to the inspection of the Agricultural Bank at French Rocks made by the Sub Division Officer on the 25th August 1903. The remarks contained in this enclosed report clearly show that the affairs of this Bank which were unsatisfactory Condition at the time of last inspection still continue to be so. The statistical returns of the Bank for the past official year, also accompany

I have the honor to be
Sir
Your most obt Servt:

Deputy Commrs
Mysore Distt

Report on the inspection of the Agricultural Bank at French Rocks

Date of present inspection. 1. 25th August 1903

2. Whether there is a duly registered suitable Bank office where members and depositors could call and have their business attended to; and if there had been any change in the office since last inspection, why necessitated and whether duly registered

2. Yes. No change since last inspection ie 21-11-02.

3. Whether any dates and hours are fixed for transaction of business, whether business is regularly transacted at those dates and hours; if no appointment is thus made, what arrangements exist for the due transaction of business when members and depositors call; and on how many days in a month is business done.

3. Dates and hours are not fixed for the transaction of business - The President and the Accountant of the Bank attend the office daily between 8 to 10 A.M and 2 to 8 P.M. The agent comes once a week ordinarily and whenever there is business to be transacted. From the examination of the accounts it is found that business was done on 11 days in December/02, 3 days in January/03, 10 days in Febry/03 9 days in March/03. 3 days in April/03 4 days in May/03 13 days in June/03, 6 days in July/03 and 6 days in August/03.

4. Whether the Bank's registers, accounts, title-deeds, documents, cash balance and other property are kept in the Bank premises in the custody of the President and Agent; and if any of them are not so kept, where and how they are kept, under what authority and upon whose responsibility.

4. These are kept in the custody of the President who has the key with him -

5. Whether the villages to which the members belong are sufficiently near (within a radius of five miles) to the Bank house, and duly registered; at what distance do the majority of members, the directors and office-bearers reside; and if business was extended to any new village, whether there was proper sanction for it.

5. The members resided within a mile of the Bank and they are duly registered
No extension of business to any new village

6. As regards members, whether and to what extent there has been any increase or decrease in their number since formation of the Bank or last inspection; what was the decrease, if any, due to; were the new members duly qualified, duly elected, and registered; in case of members belonging to a joint Hindu family or otherwise possessing a qualified or limited status, whether there is proper representation of interests involved; whether in the practical working, the Bank has gained or lost in strength, energy and usefulness since formation or last inspection.

6. The original no was 30 that on the date of last inspection 53 and the present no: is 52 there was a decrease of 2 members caused by the death of one and the removal of another for not furnishing the list of his property, an increase of one member who is duly qualified, duly elected and registered
As regards the irregularity in the representation of interest in joint Hindu family property observed in two cases in the last inspection it has since been rectified in one case In another case in which two brothers were minors when the eldest brother became a member, liability of the latter to the Bank has been transferred by mutual agreement to member

and Director Siddegowda
to whom the whole of the
said three brothers property
has been sold subject to
the Banks claims on the
property In addition to the
said condition mentioned
in the said Sale-deed
Siddegowda has agreed
to pay up the amount due
to the Bank from member
Nagappa by affixing his
signature to the resolution
of the extraordinary meeting
of the General assembly
which has accepted the
arrangement as director.
Sidagowda is a man of means.
This transaction necessitate
the removal of Nagappa
from membership and make
of an exception as a special
Case in the case of Siddu
Gowda regarding the rule
which limits the amount
of loan to a single member
to Rs 2000. If this exception

7. As regards credit, solvency and resources of members, whether a complete and accurate list of the lands of members is maintained; if not, how is the omission explained; to what extent have fluctuations in the number of members affected the united credit of the Bank. Any notable instances of new acquisition or improvement since formation of the Bank or last inspection; any notable instances of sale or other kind of transfer, relinquishment or deterioration; how these have affected the solvency and resources of the members concerned and of the Association as a whole; what guarantee, if any, has the Bank obtained or the rules of the General Assembly afford against alienations and relinquishments prejudicial to the Bank's interests; compare the *net* amount of the value of property as per latest authenticated list with the amount of liabilities of the Bank at date of inspection.

exceptional treatment were sanctioned, Nagappa may be removed from membership and a bond from Sidda Gowda and Kyto. — the eating Nagappa and his brothers' property purchased by him to the Bank. The Bank in its practical working has neither gained nor lost in strength since last inspection.

7. Complete and accurate list is maintained except in the case of two members who have not given lists of their property. These have not been granted loans. The credit of the Bank has not been effected as there has been no noticable fluctuation in the number of members. No instances of new acquisition or improvement since last inspection. No cases of transfer &c. In cases of intended alienation

8. As regards Bank's funds, note whether the limit fixed at formation had been increased or decreased under due authority; whether the Bank had in its dealings unauthorizedly exceeded the limit and if so, how is this explained or proposed to be rectified. Classify the Bank's funds at date of inspection with reference to the sources from which they were derived, *viz.*—entrance fee, contributions, loans from Government, if any, loans from others, deposits from members (1) in cash and (2) in grain, deposits from outsiders, debentures etc. Note whether the Bank's credit is well established and sustained, or steadily growing; if otherwise, to what extent such result is due to any action or omission of the Bank's authorities and what other causes are likely to have contributed to it; whether the lessons of co-operation, mutual help and thrift are understood and practised, if not, inculcate them to as large a body of members and outsiders as can be gathered.

of any property by any
member he is required by
the Bank to obtain previous
permission - Registration
Books are also inspected
once or twice in a year
and local enquiries are
also made to discover
cases of clandestine alie-
-nation

Act value of the property
as per authenticated list
is Rs 89645/- The amount
of Bank liabilities is Rs
2355-3-2-4

8. Limit was neither
increased nor decreased.
The limit was not exceed
Banks funds as they
stood this day are classified
as below

(1) Entrance fee Rs 35-0-0
(2) Loan from Govt 2293-0-0
(3) Deposit - - 588-2-4
From members 272-1-0
(4.) do. others 216-1-4

2355-3-2-4

Bank's Credit well established
and is steadily growing.

6

The lesson of Co-operation are understood and practiced.

9. As regards Government loan, note whether the terms fixed for repayment are duly acted up to or there has been gross delay, dilatoriness or neglect; the amount outstanding against the Bank at date of inspection; whether the loan may be continued subject to the terms allowed for repayment or whether in your opinion it is advisable to withdraw the loan under the provisions of Sections 74 and 75 of the Articles of Association; and state reasons for such opinion briefly and concisely.

9. Terms were duly acted up to. But towards the instalment due for the half year ending 30th June 1903 there is a balance of Rs 930/- still due from the Bank. The Bank this represents that ~~is~~ amount will be remitted before the close of the current half year as collection was rather difficult owing to failure of crops and prevalance of Plague last year. The amount outstanding to-day is Rs 22930/- the loan may be Continued.

10. As regards loans and deposits from others, note the terms allowed, generally in regard to rate of, interest and time for repayment; whether the sanction of the General Assembly had been obtained to the rates of interest and other essential terms; whether the obligations incurred were, in any way, in excess of the Bank's requirements or of what local conditions of credit, prudential considerations and the progress and well-being of the Bank justified; whether the Bank authorities are alive to the importance of placing themselves in a position to discharge the obligations incurred, punctually, completely and satisfactorily.

10. No loans from outsiders have been received except deposits which are repaid whenever repayment is desired. Interest on such

s the Bank's transactions, compare Ledgers, Receipts, Chalans, Cheques, ok, Contingent and Establishment its etc. Is it posted up from actual y occur and in the order of their e entries made so clear as to be and traceable through the other accounts? If discrepancies and omissions due to mere oversight or ignorance are found, have them rectified in a business-like manner as far as practicable and note here such as are considered to be grave. In the case of corrections, see if they are initialled by the President and Agent, and if any of the corrections are not satisfactory, note briefly your objections.

See if disbursements were duly authorised and are supported by proper vouchers.

Were the charges incurred under Establishment and Contingencies real or fictitious either wholly or in part, and if real, necessary? Is the rule about members rendering gratuitous service duly respected.

Note date of the last entry in the Cash Book, and the cash balance on that date according to the Cash Book and as forthcoming in the Bank's chest. Are instances frequent of the transgression of the limit fixed in the Articles of Association for cash balance in the hands of the Board of Directors, and how are they explained? Are large sums kept in hand for any length of time without being utilized? Is the facility afforded for keeping current account with the Treasury utilised as far as possible for minimising cash balances, if not, how is the omission explained? Has there been any complaint, or ground for the belief or suspicion that needlessly large balances are retained by the Agent or President.

Note the general results of the Bank's cash transactions up to date of inspection in the appended form and see if the Cash Balance Sheet last submitted by the Bank is correct in all particulars.

current deposits are levied at 4 per cent per annum as per rate noted in the printed pass book forms supplied by Government. The obligations incurred by the Bank are not of an objectionable nature. The Bank Authorities are alive to the importance of discharging their obligations and are steadily working to attain that object.

II. Compared. duly posted up from actual transactions. The entries are intelligible and traceable through other accounts. No discrepancies or omissions were observed. The corrections which are few are initialled by the President. Disbursements are duly authorized and supported by vouchers.

Charges under Establishment and Contingencies appear to be real and necessary. The rule

about members rendering gratuitous service is duly respected. The date of last entry in the Cash book is 24-8-1903 and the Cash balance on that date was Rs 69-2-2 according to Cash book and as forthcoming in the Bank's Chest. There is no such instance of transgression. Large sums are not kept in hand without being utilized. This facility is utilized. There are no such complaints or reasons for suspicion. General results of the Bank transaction are noted below

RECEIPTS.	Rs. a. p	EXPENDITURE.	Rs. a. p.
From Treasury	34882-5-10	To Treasury Current acct.	7070--
„ Depositors.	2249-2-4	principal repaid	4882-5-10
Entrance fee ...	35--	Depositors ...	1661--
Interest and penalty	71.97-13-1	„ Members, loan	42005-
Loans repaid	18917-2-4	Govt. on acct. of interest	5872--
Other items ...	4-3--	Depositors „	10-7-6
		Printing charges ...	37--
		„ Establishment	14968-10
		„ Contingencies	68-8-6
Total	63285-10-7	„ Other charges.	64-11-5
Total		Total	63167-10-2

12. As regards loans to members, note if, in addition to the restrictions and limitations prescribed in Section 42 of the Articles of Association, the General Assembly has prescribed any limit with reference to the value of the landed property held by applicants for loan or offered as security by them; whether loans have been granted to any in contravention of these rules, members of joint Hindu family being taken as representing one account; how such transgressions are explained or proposed to be rectified; had any loans been granted to other than members in need or had any deserving applicants been denied to favor particular individuals, and had such instances produced feelings of distrust and discontent and impaired the cordiality and unanimity expected to exist among the body of members; are objects for which loans are applied for, explained with sufficient clearness in the darkhasts; is the application and use made of loans watched by the Board of Directors or other authority; have there been any instances of non-application or misuse, especially of sums obtained having been used by any member for purposes of trading or private banking or money lending.

Note the sums obtained and used for the several purposes indicated in the appended form.

Amount spent.

	Rs.	a.	p.
1 For discharging encumbrances	23364	4	—
2 To discharge other debts	10394	4	—
3 For agricultural purposes	7556	11	5
(a) For improving Lands			
(b) Sinking well — 100-—-—			
(c) Kandayam — 284-11-5			
(d) Manures 6972-—-—			
4 For other purposes			
(a)			
(b)			
(c)			
(d)			
Total	41334	15	5

Amount obtained.

	Rs.	a.	p.
1 To discharge encumbrances.	23364	4	—
2 To " other debts.	10628	12	—
3 For agricultural purposes.	7556	11	5
(a) For improving Land, 100-—-—			
(b) " Sinking Well 200-—-—			
(c) " Kandayam 284-11-5			
(d) " Manures 6972-—-—			
Total —	42069	11	5

Of item no: 1: Rs 500/- have been repaid
2 for 234-123 towards the above claim
Rs 1500 have been taken for this.

12. No additional limit prescribed by the General Assembly. No loans granted in contravention of the rules. No loans were granted to other than members. No partiality in granting loans is apparent and there is no feeling of distrust or want of cordiality among the members. The objects for which loans are wanted are explained in the darkhasts. The Board do not appear to have efficiently watched the application of loans. No instance of misuse of loans has come to notice.

Statement appended

13. As regards securities obtained, note if the mortgage deeds in favor of the Bank are in proper form executed by the proper persons and duly registered; if prior mortgages in respect of property hypothecated to the Bank had been fully discharged and the mortgage deeds (duly discharged) produced in Bank together with title-deeds; in case of exceptions, when the mortgages are likely to be discharged and their amount; the proportion the loans of first class bear to the amount of property mortgaged; notable cases of undue preference, if any, with explanation; whether good and sufficient personal security was obtained in the case of the second and third class loans; whether in the case of simple debts repaid, documents discharged, receipts, &c., obtained had been produced, and in case of notable exceptions when they are expected to be produced.

Note particulars in the appended form of loans outstanding against members at date of inspection exclusive of repayments.

1st class.	2nd class.	3rd class.	4th class.	Total.	Value of property under mortgage to Bank.

13. The mortgaged deeds are in proper forms are executed by proper persons and are duly registered. All prior mortgages fully discharged and all the deeds produced in Bank. Only one title deed has yet to be produced. The proportion which the loans of 1st class which ~~the loans~~

bear to the amount of property mortgaged is 1 to 3.3. No notable case of undue preference sufficient security obtained in the case of 2nd class loans. No case of 3rd class loans - yes except in two cases; No case of notable exception. Particulars noted below?-

1st Class	2nd Class	3rd Class	4th Class	Value of property under mortgage to Bank
20942 8 6	1960 5 2	" "	185 - -	76165 - -

14. As regards punctuality, completeness or otherwise in the payment of dues by members, Note whether the rule requiring strict punctuality is borne in mind and enforced in all practicable cases, or whether there is any unhealthy tendency to evade it; how many are defaulters (1) among office-bearers and (2) among other members; the amount of instalments overdue remaining unrecovered at date of inspection, the amount of 2nd, 3rd and 4th class loans likewise overdue remaining unrecovered; causes of unduly large arrears and large number of defaulters; whether proper notice had been taken of defaults and adequate steps taken for recovery of arrears; whether renewals were granted with prudence and discrimination; whether the interest and penalty due to the Bank had been fully recovered and whether the interest due to Government and to other creditors duly paid; arrears, if any, how explained and when expected to be paid.

Strict punctuality is not observed. No unhealthy tendency to evade rule but the inability of the defaulting members arose from loss of wet crop last year and the prevalance of Plague. Defaulters among office bearers are 9 and 17 among members. The amount in instalments overdue and outstanding is Rs 65-99-8-6. The amount of 2nd class is Rs 1660-5-2 and the amount of 4th class is 185-- Steps are said to have been taken for the recovery of

of the arrears. No renewals. Interest and penalty have not been recovered for nearly two years past. for reasons already explained. The amount still outstanding is Rs 1616-4-10. The interest due to Government and to other Creditors have been duly paid. The outstanding amount of interest is expected to be recovered before the close of the current half year.

15. As regards surplus, Note what this amounts to up to date of inspection, taking into account the arrears remaining unrecovered of interest and other items of income; how much of this has been realized; what amount has been carried to the Reserve Fund by resolution of the General Assembly; how the Reserve Fund is invested; how the remaining surplus is used or secured; whether any and what special charges tended to reduce the surplus; and if the Bank has other assets what they are and their value.

15. The amount of surplus on date of inspection is Rs 1227-3-1, nothing of this has been recovered yet. Nothing has been carried to the Reserve fund. The surplus was not reduced by any special charges. Other assets which the Bank has, are articles of furniture worth Rs 20-4-3.

16. As regards meetings of General Assembly, note whether the rules for convening these, the conduct of business therein and the recording and registering of resolutions are understood and duly given effect to; if not, explain the same to the office bearers and others present; note whether meetings had been held regularly every half-year; whether any and what number of extraordinary meetings had been held since last inspection; whether notices had been duly given to members; whether members were generally taking interest in the Bank affairs or whether there was party feeling; whether special resolutions had been duly confirmed and registered; whether any resolutions were inconsistent with the Articles of Association or other provisions of law.

16. The rules are understood and given effect to and the meetings are held regularly every half year. Two extraordinary meetings were held. Notices had been given to members

17. As regards Board of Directors, note whether and how often they meet for transaction of business; whether their resolutions are duly recorded in a book; if they do not meet, what arrangements exist for the discharge of their duties and functions and what record exists of their proceedings; whether any and which of them have been taking special interest in and working with zeal for the progress of the institution.

members generally take interest. No party feeling special resolutions have been confirmed and registered. They are not inconsistant with articles of association.

17. They meet whenever they have business to transact. They have met 3 times since last inspection. Resolutions are duly recorded in a book. All the Directors generally take interest the most prominent among them being Mr. Venkadasa[illegible]

18. As regards supervision, whether any and what arrangements the General Assembly had made for control and audit, are they effective and satisfactory.

18. The general assembly have appointed 3 auditors who check and audit accounts. This arrangement appears to answer the purpose.

19. As regards registers and accounts, see appended list, note therein which of them is kept and how.

I. Register of members
II. " of applications for loan
III. Cash book
IV. Ledger
V. Minute book
VI. Register of balance sheets
VII. Property register
VIII Register of monthly cash abstracts
IX. Register of bonds
X Receipts by Bank
XI. Depositors' ledger
XII. Treasury pass book
XIII. Chalan book
XIV. Cheque book
XV. Receipts by members to Bank
XVI. Register of Directors
XVII. Register of Directors' Proceedings
XVIII. Register of appropriation of loans
XIX. " of contingent expenses
XX. " of disbursement of pay to establishment
XXI. " of From letters
XXII. " of To letters
XXIII. Visitors' book

19. All the Registers except No. XVIII are maintained - Form nos XIX and XX one book is issued showing both the details. The Bank authorities have been asked to open Registers

20. General remarks regarding the state of the Bank.

Register no: ~~XVIII~~ and separate books for no ~~XIX~~ and ~~XX~~

20. Bank is in a good Condition

Sgd. Chas Lucia Rau

Asst Sub-Division Officer

9/9/03

French Lick

49

Mysore Govt. Gen. & Rev. Secretariat,
Revenue Branch.

File No. (if any) and its date—

NG
4.1.96
1

Office Draft.

Progs. of the Govt. of H. H. the Maharaja of Mysore.

Read

Letter No 200 dated the 14th instant from the Deputy Commissioner, Mysore District, submitting the report on inspection made by the Sub-Division Officer, French Rocks, of the Agricultural Bank at French Rocks

Order: No R 1192 dt 3-11-03.

Recorded with the following observations-

1 The transaction which necessitates the removal of Nagappa from membership and the limit of loan to a single member being relaxed in favor of Siddegauda who has purchased the whole of the property of Nagappa and his two brothers should form the subject of a separate reference. It is noted that the arrangement that came to between these parties has been accepted at an extra-ordinary meeting

of the General Assembly

The bank should be directed pay at an early date, the balance viz Rs 930 of the note audit for 1902-03 duly without delay

3 The bank should take early action to reduce the number of defaulters which is reported be 9 among office-bearers and 17 among members, and 4 collect all the arrears of interest and penalty reported be overdue.

4. It is satisfactory to note that the bank continues to be in good condition.

29/10/03

27/10/03 Secretary

To The Deputy Comr, Nuzvid

30/10/03

Contd 30/10/03